

SOUTHERN HERITAGE BANCSHARES, INC.

	CPP Disbursement Date 05/15/2009	RSSD (Holding Company) 3262779	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$218	\$206	-5.3%		
Loans	\$154	\$143	-7.0%		
Construction & development	\$21	\$15	-28.5%		
Closed-end 1-4 family residential	\$21	\$16	-24.2%		
Home equity	\$15	\$15	-1.9%		
Credit card	\$0	\$0			
Other consumer	\$4	\$2	-31.6%		
Commercial & Industrial	\$28	\$25	-10.2%		
Commercial real estate	\$48	\$52	9.0%		
Unused commitments	\$30	\$26	-11.7%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$14	\$24	68.0%		
Asset-backed securities	\$0	\$0			
Other securities	\$32	\$18	-44.4%		
Cash & balances due	\$5	\$5	11.9%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$195	\$182	-6.7%		
Deposits	\$187	\$179	-3.9%		
Total other borrowings	\$7	\$1	-81.0%		
FHLB advances	\$6	\$0	-100.0%		
Equity					
Equity capital at quarter end	\$23	\$25	6.4%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$5	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	9.9%	12.0%	--		
Tier 1 risk based capital ratio	13.3%	16.0%	--		
Total risk based capital ratio	14.6%	17.3%	--		
Return on equity ¹	4.1%	7.3%	--		
Return on assets ¹	0.4%	0.9%	--		
Net interest margin ¹	3.6%	3.9%	--		
Coverage ratio {(ALL+Alloc transfer risk)/Noncurrent loans}}	105.8%	144.8%	--		
Loss provision to net charge-offs (qtr)	51.1%	0.3%	--		
Net charge-offs to average loans and leases ¹	1.4%	1.0%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	12.6%	12.4%	2.2%	2.8%	--
Closed-end 1-4 family residential	2.5%	1.5%	0.0%	0.0%	--
Home equity	1.1%	1.1%	0.0%	0.2%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.1%	0.3%	1.1%	0.1%	--
Commercial & Industrial	0.2%	0.1%	0.2%	0.0%	--
Commercial real estate	0.2%	0.0%	0.0%	0.2%	--
Total loans	2.3%	1.6%	0.4%	0.4%	--